SAPC-24874 Copy <u>1</u> of 4 4 March 1958

Dear Walt:

Westinghouse, by their letter dated 14 February 1958 (copy enclosed) submitted their claim for the terminated portion of Item 12 of Contract FL-3011. You will note that they soon expect to submit their claim for the two (2) terminated systems. As soon as this is received we will notify you. It is believed advisable to have the auditor check the termination claims simultaneously.

Sincerely,

Dan

25 X 1	Distribution: Orig - AF Auditor w/cy 2 of SAPC-2453 -2 - EQUINE, FL-3011 - Prog w/cy 1 of SAPC-2453 3 - Audit Folder (Contracts) 4 - Proj. Chrono	
25 X 1	PS/DCI	lmw (4 Mar 1958)



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Westinghouse

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ELECTRIC CORPORATION



AIR ARM DIVISION

PHONE: LINTHICUM 1000 FRIENDSHIP INT'L AIRPORT BOX 746, BALTIMORE 3, MD.

14 February 1958

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SUBJECT: Contract FL-3011

Item 12

Termination Claim

Forwarded herewith are three copies each of settlement proposal and termination inventory applicable to the termination of two antennas under the subject contract item. The following comments are offered with respect to the settlement proposal.

- a. It is to be noted that some labor expended in accumulating the inventory of the two terminated systems of Item 10 was erroneously charged to this order. This results in a higher settlement expense on this order but in a corresponding lower amount of settlement expense to be claimed on the two terminated systems.
- b. The subcontractor's claims included in this proposal were settled in accordance with Westinghouse's delegation of authority to settle subcontractor's claims under \$10,000.00.
- c. Though this proposal includes all our costs, it is an interim proposal and will be adjusted to reflect an increase in settlement expense and disposal credits depending upon the disposition of the termination inventory.

For your additional information, the termination claim relative to the two terminated systems will be available around the end of this month.

Sales Engineer

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